To the Members of the California State Assembly:

I am returning Assembly Bill 382 without my signature.

The issue of tax exempt bonds involving federally recognized Indian tribal governments needs to be considered within the context of a thorough review of qualifying tribal development projects, mitigating environmental impacts resulting from additional infrastructure, and a review of a more comprehensive fiscal plan. While I support the need of Indian tribal governments to have additional revenue sources necessary to improve infrastructure, health care and other community services, this bill is premature.

Therefore, at this time I cannot sign this measure.

Sincerely,

Arnold Schwarzenegger